



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

August 10, 2007

Bob Washnock
Lisbon Valley Mining Company
P. O. Box 248
La Sal, Utah 84530

Subject: Conditional Approval of Reclamation Contract and Mine Plan Amendment, Lisbon Valley Mining Company, Lisbon Valley Copper Mine, M0370088, Task 1701, San Juan County, Utah

Dear Mr. Washnock:

On July 9, 2007, Division Director John Baza signed the reclamation contract including the revised surety amount of \$6,076,888.00. A copy of the executed contract is enclosed for your records.

The Division conditionally approves the amendment you submitted February 22, 2007, as supplemented with information received June 27, 2007. This amendment includes expansion of the Centennial Pit, a reduction in size of the GTO Pit, and other changes to the mine plan.

The Condition for approval is by August 31, 2007, please supply two complete, clean (highlighting and strikeout removed) copies of the amendment which includes changes to both the BLM's plan of operations and the Division's Notice of Intention to Commence Large Mining Operations. We will stamp these copies approved and return one to you.

Thank you for your cooperation in finalizing this action.

Sincerely,

Susan M. White
Mining Program Coordinator
Minerals Regulatory Program

SMW:PBB:

Enclosure: Signed Reclamation Contract

cc: Will Stokes, SITLA

Rebecca Doolittle, Moab BLM

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